

**LEGISLATIVE SERVICES AGENCY  
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**FISCAL IMPACT STATEMENT**

**LS 6177**

**BILL NUMBER:** SB 118

**NOTE PREPARED:** Nov 8, 2005

**BILL AMENDED:**

**SUBJECT:** Excise Surtax Exemption.

**FIRST AUTHOR:** Sen. Gard

**FIRST SPONSOR:**

**BILL STATUS:** As Introduced

**FUNDS AFFECTED:**     **GENERAL**  
                              **DEDICATED**  
                              **FEDERAL**

**IMPACT:** Local

**Summary of Legislation:** This bill exempts antique vehicles from the County Motor Vehicle Excise Surtax.

**Effective Date:** January 1, 2007.

**Explanation of State Expenditures:**

**Explanation of State Revenues:**

**Explanation of Local Expenditures:**

**Explanation of Local Revenues:** This proposal will reduce the surtax revenue for counties imposing the County Motor Vehicle Excise Surtax. In CY 2004, there were 35 counties who had adopted the surtax. Total collections amounted to approximately \$45.4 M. The issuance of Antique license plates has averaged 7,916 over the last five years. The revenue reduction is expected to be minimal.

*Background Information:* The county auditor allocates money in the Excise Surtax Fund to each city, town, and county based on the formula for the Local Road and Street Account. Revenue is used to construct, reconstruct, repair, or maintain streets and roads.

**State Agencies Affected:** Bureau of Motor Vehicles.

**Local Agencies Affected:** Those surtax counties with Antique license plate holders.

**Information Sources:** BMV annual RBP report for the last five years; Legislative Services Agency, *Indiana Handbook of Taxes, Revenues, and Appropriations*.

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